

STATE OF CALIFORNIA
CALIFORNIA ENERGY COMMISSION

Business Meeting Minutes

of

June 26, 2002

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The meeting was called to order by Acting Chairman Robert Pernell at 10:05 a.m.

The Pledge of Allegiance was given by Commissioner Boyd.

William J. Keese	Absent
Robert Pernell	Present
Arthur Rosenfeld	Present
James D. Boyd	Present
Margaret Kim, Ex-Officio	Present

At the start of the meeting, Commissioner Boyd moved and Commissioner Rosenfeld seconded the addition of Item 16 to the agenda, pursuant to Government Code section 11125.3(a)(2). The vote was unanimous. (3-0)

1. CONSENT CALENDAR. (Items on the Consent Calendar will be taken up and voted on as a group. A Commissioner may request that an item be discussed and moved to later on the agenda)
 - a. COOPERATIVE PERSONNEL SERVICES. Possible approval of Contract 200-00-007 Amendment 3, to provide a one-year no-cost time extension for the completion and implementation of actions resulting from classification and pay analysis.
 - b. UNIVERSITY OF CALIFORNIA, DAVIS, DEPARTMENT OF AGRICULTURAL AND RESOURCE ECONOMICS. Possible approval of Contract 100-02-100 for \$20,000, in support of the AB 2076 process, to investigate the impact on price spikes of government agencies buying bulk gasoline in the forward market. This contract will also explore the feasibility of implementing a program where government agencies could purchase gasoline in the forward market to reduce costs to the state.
 - c. UNIVERSITY OF CALIFORNIA, BERKELEY, ENERGY INSTITUTE. Possible approval of Contract 600-02-101 for \$20,000 to investigate the effects of market power issues in gasoline price spike mitigation strategies in support of AB 2076.

Commissioner Boyd moved and Commissioner Rosenfeld seconded approval of the Consent Calendar. The vote was unanimous. (3-0)

2. COLUSA POWER PROJECT (01-AFC-10). Discussion of the status and availability of Commission staff work product following the Committee's May 15, 2002 Order terminating the project in response to the applicant's request for withdrawal.

No vote was taken on this item. The Executive Director will prepare a letter indicating that the work that has already been done on the project will remain intact for a period of time, and that no additional work will take place unless a new AFC is filed.

3. GRANT PROGRAM GUIDELINES. Possible approval of the committee's proposed changes to both the Solar Energy Program Element Guidebook: 1) Clarify the criteria for Underwriter Laboratory (UL) Approval to mean UL Recognized, 2) Allow batteries to qualify in the absence of UL Recognition, if the batteries have a full three-year warranty directly from the manufacturer of the manufacturer's distributor, and 3) Clarify that a battery must be capable of providing 300 cycles at 80 percent depth of discharge as determined at a discharge level of 1.75 volts and an 8-hour discharge rate of 20°. In addition, the Committee is proposing conforming changes to the Distributed Generation Program Element Guidebook, so the requirements for battery backup systems under this guidebook are consistent with the requirements for battery backup systems under the Solar Energy Program Element Guidebook.

This item was withdrawn from the agenda.

4. ENERGY CONSERVATION ASSISTANCE ACT ACCOUNT. Possible approval of a loan to College of the Canyons for \$1,317,000 to install a 100 kilowatt microturbine cogeneration system and upgrade the lighting, central chillers and thermal storage system for the college.

Commissioner Rosenfeld moved and Commissioner Boyd seconded approval of a loan to the College of the Canyons. The vote was unanimous. (3-0)

5. LOCAL JURISDICTION ACCOUNT. Possible approval of a loan to the Willits Unified School District for \$106,777 for the installation of energy efficient lighting and controls district wide.

Commissioner Rosenfeld moved and Commissioner Boyd seconded approval of a loan to the Willits Unified School District. The vote was unanimous. (3-0)

6. ARCHITECTURAL ENERGY CORPORATION. Possible approval of Contract 500-01-041 for \$5,211,190 to conduct a programmatic systematic lighting research program.

Commissioner Rosenfeld moved and Commissioner Boyd seconded approval of Contract 500-01-041. The vote was unanimous. (3-0)

7. XENERGY. Possible approval of Contract 400-01-037 for \$400,000 to update the database of the Energy Efficient Resources to reflect new programs, new technologies and new information on energy efficiency measure costs.

This item was withdrawn from the agenda.

8. WESTERN GOVERNORS' ASSOCIATION (WGA).

- a. WESTERN GOVERNORS' ASSOCIATION. Possible approval of Contract R150-02-003 to receive the next funding increment of \$182,388 for continuing planning and preparation for future transuranic nuclear waste shipments in California to the federal Waste Isolation Pilot Program. The award totals \$360,776 for two years (January 1, 2002 through December 31, 2003). (Dept. of Energy WGA Cooperative Agreement funded)
- b. OFFICE OF EMERGENCY SERVICES (OES). Possible approval of Contract 150-02-002 to continue to fund the Governor's OES beginning January 1, 2002 and ending December 31, 2003 to continue emergency response preparation for federal nuclear waste shipments to WIPP.

Commissioner Boyd moved and Commissioner Rosenfeld seconded approval of Contract R150-02-003 and Contract 150-02-002. The vote was unanimous. (3-0)

9. ADVANCED TECHNOLOGY AND EFFICIENT GASOLINE FUEL VEHICLE INCENTIVE PROGRAM. (PVEA funded)

- a. VENTURA COUNTY AIR POLLUTION CONTROL DISTRICT. Possible approval of Contract R600-01-098 to accept \$50,000 to support the Commission's Efficient Vehicle Incentive Program. The Ventura County funds will be used to match Commission funds to provide incentives to private individuals, fleets and dealers. The amount of the reimburseable contract is \$50,000.
- b. AMERICAN HONDA MOTOR CO., INC. Possible approval of Contract 600-01-063 Amendment 1, for \$500,000 to augment the contract to provide incentives for efficient-gasoline fuel and alternative fuel vehicles and information to private individuals, fleets and dealers. This fund will provide incentives of up to \$3,050 for efficient gasoline and alternative fuel vehicles and information to private individuals and fleets. American Honda Motor Company will provide an in-kind outreach and education campaign to dealers and consumers to introduce the program. The total contract amount will be up to \$3 million.

- c. FORD MOTOR COMPANY. Possible approval of Contract 600-01-062 Amendment 1, for \$500,000 to augment the contract to provide incentives for efficient-gasoline fuel and alternative fuel vehicles and information to private individuals, fleets and dealers. This fund will provide incentives of up to \$3,050 for efficient gasoline and alternative fuel vehicles and information to private individuals and fleets. Ford Motor Company will provide an in-kind outreach and education campaign to dealers and consumers to introduce the program. The total contract amount will be up to \$3 million.
- d. GENERAL MOTORS (GM). Possible approval of Contract 600-01-093 for \$500,000 to provide incentives for efficient-gasoline fuel and alternative fuel vehicles and information to private individuals, fleets and dealers. GM will provide an in-kind outreach and education campaign to dealers and consumers to introduce the program. The Contract amount will be up to \$500,000.
- e. DAIMLER CHRYSLER MOTOR COMPANY. Possible approval of Contract 600-01-094 for \$500,000 to provide incentives for efficient-gasoline fuel and alternative fuel vehicles and information to private individuals, fleets and dealers. Daimler Chrysler will provide an in-kind outreach and education campaign to dealers and consumers to introduce the program. The Contract amount will be up to \$500,000.

Item 9(a) was withdrawn as it had been previously approved in a prior Business Meeting. Items 9 (b-e) were withdrawn from the agenda.

10. Minutes

Commissioner Rosenfeld moved and Commissioner Boyd seconded approval of the June 12, 2002 minutes. The vote was unanimous. (3-0)

11. Commission Committee and Oversight

No reports were given.

12. Chief Counsel's Report

Chief Counsel Bill Chamberlain requested a closed session to discuss possible litigation.

13. Executive Director's Report

Executive Director Steve Larson invited the Commissioners and the public to the third floor conference room, immediately following the closed session, for an extension of the Business Meeting on the Integrated Energy Policy Report and a report on Legislation, if Tim Schmelzer is back from the Capitol.

14. Public Adviser's Report

No report was given.

15. Public Comment

No comments were received.

16. TIAZ, LLC. Possible approval of a Request for a Change of Ownership and Change of Name for the Hydrogen Fueling Infrastructure study (Contract 600-01-095) as a result of the sale of Arthur d. Little Inc., to TIAX, LLC in Chapter 11 Bankruptcy. No principals or subcontractors will change.

Commissioner Boyd moved and Commissioner Rosenfeld seconded approval of the Change of Ownership and Change of Name for Contract 600-01-095. The vote was unanimous. (3-0)

The meeting was adjourned at 10:40 a.m.

BETTY A. McCANN
Secretary to the Commission